

MINUTES

**California Pollution Control Financing Authority
915 Capitol Mall, Room 587
Sacramento, California
October 28, 2009**

1. CALL TO ORDER & ROLL CALL

Bettina Redway, Chairperson, called the California Pollution Control Financing Authority (CPCFA or Authority) meeting to order at 11:03 am.

Members Present: Bettina Redway for Bill Lockyer, State Treasurer
Ruth Holton-Hodson for John Chiang, State Controller
Tom Sheehy for Michael C. Genest, Director, Department of Finance

Staff Present: Michael Paparian, Executive Director

Quorum: The Chairperson declared a quorum

2. MINUTES

Ms. Redway asked if there were any questions or comments concerning the September 23, 2009 meeting minutes. There were none.

Ms. Redway asked if there was a motion.

Mr. Sheehy moved approval of the minutes; upon a second, the minutes were unanimously approved.

3. EXECUTIVE DIRECTOR'S REPORT (INFORMATION ITEM)

Mr. Paparian reported that staff is currently documenting and updating processes and procedures. Much of the staff has gone through information mapping training for this project. This will be useful for staff training, assuring adherence to our statute and regulations, and assuring the knowledge of existing staff is made available to future staff. Sherri Wahl and Jason Bradley have taken on overseeing this project and it is something staff will be continuing to work on over the next year.

Mr. Paparian reported that the CPCFA related legislation, SB 832, has passed the legislature and is on the Governor's desk. The most immediate impact of the bill will be to allow greater participation by lenders in the CalCAP/Air Resources Board (ARB) Clean Diesel Loan Guarantee Program. It also includes a substantial update of the CPCFA statute, clarifies what projects can qualify for funding and recognizes new potential financing structures such as public-private partnerships.

With the change in SB 832, truck lending entities will join the CalCAP program to assist with ARB related clean diesel loans. Staff has received a lender enrollment application from one of the companies and more are expected. The companies will be officially enrolled in the program as soon as the Governor signs the bill and staff expects to see new loans within days of the signing.

Mr. Paparian said he has been reporting for many months that many of the businesses CPCFA deals with expect to submit new applications in the near future and he is pleased to report proposals are finally arriving. Staff has received four inducement requests totaling over \$55 million for the November meeting, as well as bond issuance requests for new money and a refunding totaling over \$50 million for the December meeting. Staff is aware of projects expecting to seek funding for over \$100 million early in 2010.

4. BUSINESS ITEMS

A. APPROVAL OF 2010 MEETING CALENDAR

Presented by: Mike Paparian, Executive Director

Staff requested approval of the proposed 2010 meeting schedule presented below for CPCFA.

Month	Day	Time	Date
January	Wednesday	10:30a.m.	01/27/2010
February	Wednesday	10:30a.m.	02/24/2010
March	Wednesday	10:30a.m.	03/24/2010
April	Wednesday	10:30a.m.	04/28/2010
May	Wednesday	10:30a.m.	05/26/2010
June	Wednesday	10:30a.m.	06/23/2010
July	Wednesday	10:30a.m.	07/28/2010
August	Wednesday	10:30a.m.	08/25/2010
September	Wednesday	10:30a.m.	09/22/2010
October	Wednesday	10:30a.m.	10/27/2010
November	Wednesday	10:30a.m.	11/17/2010
December	Wednesday	10:30a.m.	12/15/2010

Ms. Redway asked if there were any questions or comments from the Board or public. There were none.

Ms. Redway asked if there was a motion.

Mr. Sheehy moved approval of the item; upon a second, the item was unanimously approved.

B. REQUEST TO APPROVE INITIAL RESOLUTION REFLECTING OFFICIAL INTENT TO ISSUE REVENUE BONDS

1) BP West Coast Products LLC

Presented by: Sherri Kay Wahl, Treasury Program Manager II

Staff requested approval of an Initial Resolution for an amount not to exceed \$500,000,000 for BP West Coast Products LLC (BP) to finance additional costs of the company's Clean Fuels Project located at the Carson Refinery.

The project is located in Carson in Los Angeles County. The company anticipates that the project will provide for safe disposal of solid waste, as well as other pollution control and air quality benefits, helping to meet California's demand for cleaner burning fuels.

Staff introduced Dean Fry with BP and Leslie Lava, Bond Counsel.

Ms. Redway asked if there were any questions or comments from the Board.

Mr. Sheehy expressed his appreciation for BP's further investments in its attempts to make operations as efficient as possible and reduce pollution. Ms. Redway seconded his comment.

Ms. Redway asked if there were any further comments from the Board, the company or the public. There were none.

Ms. Redway asked if there was a motion.

Mr. Sheehy moved approval of the item; upon a second, the item was unanimously approved.

5. PUBLIC COMMENT

Ms. Redway asked if there were any comments from the public. There were none.

6. ADJOURNMENT

There being no further business, public comments, or concerns, the meeting adjourned at 11:11 a.m.

Respectfully submitted,

Michael Paparian
Executive Director